

AN ORDINANCE OF THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, GRANTING AN EXEMPTION FROM CERTAIN AD VALOREM TAXATION TO ENCOURAGE ECONOMIC DEVELOPMENT IN THE COUNTY FOR WALGREEN CO., A NEW BUSINESS; PROVIDING FOR A FINDING THAT REQUIREMENTS HAVE BEEN MET; PROVIDING FOR THE AMOUNT OF REVENUE AVAILABLE FROM AD VALOREM TAX SOURCES FOR THE CURRENT FISCAL YEAR; PROVIDING FOR THE AMOUNT OF REVENUE LOST BY VIRTUE OF THE ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTIONS CURRENTLY IN EFFECT; PROVIDING FOR THE ESTIMATED REVENUE LOST ATTRIBUTABLE TO THE EXEMPTION GRANTED TO WALGREEN CO.; PROVIDING FOR THE PERIOD OF TIME FOR WHICH THE EXEMPTION WILL REMAIN IN EFFECT AND THE EXPIRATION DATE OF THE EXEMPTION; PROVIDING FOR ANNUAL REPORTING REQUIREMENT; PROVIDING FOR APPLICABILITY; PROVIDING FOR INCLUSION IN THE CODE OF LAWS AND ORDINANCES; PROVIDING FOR SEVERABILITY; PROVIDING FOR REPEAL OF LAWS IN CONFLICT; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, Article VII, Section 3, of the Constitution of the State of Florida, and Section 196.1995, Florida Statutes, authorizes the granting of economic development ad valorem tax exemptions to new businesses and expansions of existing businesses upon the successful passage of a referendum; and

WHEREAS, a successful referendum was held on September 8, 1994, resulting in the enactment of Ordinance No. 94-21 known as the "Economic Development Ad Valorem Tax Exemption Ordinance of Palm Beach County, Florida"; and

WHEREAS, such ordinance establishes the requirements for exemption consideration, including the submission of an application; and

WHEREAS, WALGREEN CO. has submitted an application for an exemption; and

WHEREAS, all affected and interested agencies representative of the business and general community have reviewed said application, and provided comments on the granting of same; and

WHEREAS, all statutory and ordinance requirements have been satisfied.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, that:

SECTION 1. TITLE.

This Ordinance shall be known as the "Economic Development Ad Valorem Tax Exemption Ordinance - WALGREEN CO.".

SECTION 2. FINDING THAT REQUIREMENTS HAVE BEEN MET.

The Board of County Commissioners of Palm Beach County, Florida, based on the application submitted by WALGREEN CO., and the report of the Property Appraiser, finds that WALGREEN CO. has met all the requirements of Ordinance No. 94-21, as amended by Ordinance No. 95-4, and meets the requirements of Section 196.012 (16), Florida Statutes and that granting the exemption granted hereby will result in an economic benefit to Palm Beach County.

1 **SECTION 3. AD VALOREM TAX REVENUES**

2 The revenues available to Palm Beach County for the current fiscal year from ad valorem tax
3 sources are **\$362,280,959** (operating). The revenues lost to Palm Beach County for the current fiscal
4 year by virtue of the ad valorem tax exemptions currently in effect are **\$76,587**. The estimated revenues
5 to be lost for **2002** by granting this exemption are estimated to be **\$368,455**.

6 **SECTION 4. TERM OF EXEMPTION; EXPIRATION DATE.**

7 The Economic Development Ad Valorem Tax Exemption granted to WALGREEN CO. for a
8 **new business** shall be for period of **three (3)** tax years commencing on **January 1, 2002** and expiring
9 on **December 31, 2004**. The ability to receive an exemption for the period granted is conditioned upon
10 WALGREEN CO.'s ability to maintain the new business as defined in Ordinance No. 94-21, as amended,
11 throughout the **three (3)** year exemption period. WALGREEN CO. shall submit an annual report to the
12 Board of County Commissioners evidencing satisfaction of this condition in such form as attached hereto
13 and made a part hereof as Exhibit "A." WALGREEN CO. shall furnish any and all information as the
14 Board of County Commissioners or its designee deems necessary for the purpose of determining
15 continued performance of the imposed conditions. Should WALGREEN CO. fail to satisfy the
16 conditions set forth herein, the Board of County Commissioners may revoke the exemption and recover
17 any taxes waived pursuant to Section 9 of Ordinance No. 94-21, as amended.

18 **SECTION 5. GRANT OF EXEMPTION.**

19 After consideration of the application submitted by WALGREEN CO., a copy of which is
20 attached hereto and made a part hereof as Exhibit "B", which includes the report of the Property
21 Appraiser, in accordance with the procedure set forth in Ordinance No. 94-21, as amended by Ordinance
22 No. 95-4, the Board of County Commissioners hereby grants and establishes an exemption from ad
23 valorem taxation of one hundred per cent (100%) of the assessed value of the net increase in qualifying
24 tangible personal property acquired and added improvements to real property by WALGREEN CO. after
25 the adoption of this ordinance, provided such net increase in qualifying tangible personal property and
26 real property facilitate WALGREEN CO.'s new business located at **15998 Walgreens Drive, Jupiter,**
27 **Florida 33478**. WALGREEN CO. agrees to abide by the terms and conditions set forth in Ordinance
28 No. 94-21 and any and all amendments thereto, as well as any policies and procedures related to the
29 Economic Development Ad Valorem Tax Exemption Program as may be adopted from time to time.
30 Failure to abide by same may result in a revocation of the exemption and the recovery of any taxes
31 waived pursuant to Section 9 of Ordinance No. 94-21, as amended. No exemption shall be granted on
32 the land on which improvements for the new business are made by WALGREEN CO..

1 **SECTION 6. APPLICABILITY.**

2 The exemption applies only to taxes levied by Palm Beach County. The exemption does not
3 apply to taxes levied by a municipality, school district, or water management district, or to taxes levied
4 for the payment of bonds or taxes authorized by a vote of the electors pursuant to Section 9 and Section
5 12, Article VII of the State Constitution.

6 **SECTION 7. INCLUSION IN THE CODE OF LAWS AND ORDINANCES.**

7 The provisions of this ordinance shall become and be made a part of the Code of Laws and
8 Ordinances of Palm Beach County, Florida. The sections of this Ordinance may be renumbered or
9 relettered to accomplish such, and the word "ordinance" may be changed to "section", "article", or any
10 other appropriate word.

11 **SECTION 8. SEVERABILITY.**

12 If any section, paragraph, sentence, clause, phrase, or word of this ordinance is for any reason
13 held by a Court to be unconstitutional, inoperative or void, such holding shall not affect the remainder
14 of this Ordinance.

15 **SECTION 9. REPEAL OF LAWS IN CONFLICT.**

16 All local ordinances in conflict with any provision of this ordinance are hereby repealed to the
17 extent of such conflict.

18 **SECTION 10. EFFECTIVE DATE.**

19 The provisions of this ordinance shall become effective upon filing with the Department of State
20 of the State of Florida.

APPROVED AND ADOPTED by the Board of County Commissioners of Palm Beach County.

Florida, on the 21 day of May, 2002.

DOROTHY H. WILKEY, CLERK PALM BEACH COUNTY, FLORIDA, BY ITS
BOARD OF COUNTY COMMISSIONERS

By: Linda G. Helms Deputy Clerk COUNTY CLERK
Warren H. Newell, Chairman

APPROVED AS TO FORM AND
LEGAL SUFFICIENCY

By: [Signature]
Asst. County Attorney

EFFECTIVE DATE: Filed with the Department of State on the 30 day of _____, 2002.

**BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY
ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTION PROGRAM
ANNUAL REPORT**

As required by Section 5.H. of Ordinance No. 94-21, this form is to be filed with the Board of County Commissioners no later than March 1 of each year the exemption is desired.

1. Business name and mailing address: _____

2. Please give name and telephone number of owner or person in charge of this business:
Name _____ Telephone No. _____
3. Exact location (legal description and street address) of property for which this report is filed:

4. Date you began business at this facility: _____
5. a. Description of the improvements to real property for which this exemption is requested:

b. Date of commencement of construction of improvements: _____
6. a. Description of the tangible personal property for which this exemption is requested and date when property was purchased: Provide this information on the attached form PB-418(6a)/AR, "Tangible Personal Property" Audit Report.
b. Average value of inventory on hand: _____
7. Have you maintained the definition of a "New Business" or as an "Expansion of an Existing Business"
Yes ☐ No ☐
8. Describe the type or nature of your business: _____

9. Trade level (check as many as apply): Wholesale ☐ Manufacturing ☐ Professional ☐ Service ☐
Office ☐ Other ☐
10. a. Number of full-time employees employed in Florida: _____ (attach current payroll roster as of January 1st of the year the exemption is being sought; provide hire dates; omit names of employees)
b. If an expansion of an existing business:
(1) Net increase in employment _____ or _____ %
(2) Increase in productive output resulting from this expansion _____ %
11. Sales factor for the facility requesting exemption:
Total sales in Florida from this facility - one (1) location only _____ divided by
Total sales everywhere from this facility - one (1) location only _____ = _____ %
12. For office space owned and used by a corporation newly domiciled in Florida:
a. Date of incorporation in Florida: _____
b. Number of full-time employees at this location: _____

I agree to furnish such other reasonable information as the Board of County Commissioners may request in regard to the exemption. I hereby certify that the information and valuation stated above by me is true, correct, and complete to the best of my knowledge and belief. (If prepared by someone other than the taxpayer, his declaration is based on all information of which he has any knowledge.)

DATE: _____	SIGNED: _____ (Preparer)
SIGNED: _____ (Taxpayer)	_____ (Preparer's Address)
TITLE: _____	_____ (Preparer's Telephone Number)

PROPERTY APPRAISER'S USE ONLY

- I. Estimate of the revenue which will be lost to the county during the current fiscal year had the exempt property otherwise been subject to taxation: _____
 - II. Estimate of the taxable value lost to the county:
Improvements to real property _____ Personal Property _____
- DATE: _____ SIGNED: _____ **F**
(Property Appraiser)

**TANGIBLE PERSONAL PROPERTY
ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTION
ANNUAL REPORT (continued)**

6.a. Description of the tangible personal property for which this exemption is requested and date when property was purchased.

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ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTION APPLICATION
Chapter 196, Florida Statutes

To be filed with the Board of County Commissioners, the governing board of the municipality, or both, no later than March 1 of the year the exemption is desired to take effect.

1. Business name and mailing address: WALGREEN CO.
300 WILMOT ROAD, MS #3301
DEERFIELD, IL 60015
2. Please give name and telephone number of owner or person in charge of this business:
Name ROB VARNIO, Distrib Ctr Manager Telephone Number (561) 493-7707
3. Exact location (legal description and street address) of property for which this return is filed: 15998 WALGREENS DRIVE
JUPITER, FL 33478
4. Date you began, or will begin, business at this facility: RECEIVING - NOV 2001; SHIPPING - JAN 2002
5. a. Description of the improvements to real property for which this exemption is requested: SEE ATTACHMENT 1
- b. Date of commencement of construction of improvements: MAY 2000 (clearing of land began)
6. a. Description of the tangible personal property for which this exemption is requested and date when property was, or is to be, purchased: Provide this information on the attached form PB-418(6a), "Tangible Personal Property".
SEE ATTACHMENTS 28
- b. Average value of inventory on hand: \$71,090,516 for the month of January 2002
(first month of shipping)
- c. Any additional personal property not listed above for which an exemption is claimed must be returned on form DR-405 (Tangible Personal Property Tax Return) and a copy attached to this form.
7. a. Do you desire exemption as: "New Business" ☒ or "Expansion of an Existing Business" ☐
- b. Do you desire exemption for: "Real Property" ☒ and/or "Tangible Personal Property" ☒
8. Describe the type or nature of your business: DISTRIBUTION FACILITY
9. Trade Level (check as many as apply): Wholesale ☐ Manufacturing ☐ Professional ☐ Service ☐
Office ☐ Other ☒
- 10.a. Number of full-time employees to be employed in Florida: See Att. 4 (attach current payroll roster as of January 1st of the year the exemption is being sought; provide hire dates; omit names of employees) SEE ATTACHMENT 5
- b. If an expansion of an existing business:
(1) Net increase in employment N/A - NEW BUSINESS or _____ %
(2) Increase in productive output resulting from this expansion _____ %

G-1

11. Sales factor for the facility requesting exemption:
Total sales in Florida from this facility - One (1) location only SEE ATTACHMENT 6 divided by
Total sales everywhere from this facility - One (1) location only = 100 %

12. For office space owned and used by a corporation newly domiciled in Florida:
a. Date of incorporation in Florida: N/A
b. Number of full-time employees at this location: N/A

13. If requesting an exemption due to location in a slum or blighted area, please furnish such additional information as required by the County Commission, City Commission, or Property Appraiser.

I hereby request the adoption of an ordinance granting an exemption from ad valorem taxation on the above property pursuant to Section 196.1995, Florida Statutes. I agree to furnish such other reasonable information as the Board of County Commissioners, the governing authority of the municipality, or the Property Appraiser may request in regard to the exemption requested herein. I hereby certify that the information and valuation stated above by me is true, correct and complete to the best of my knowledge and belief. (If prepared by someone other than the taxpayer, his declaration is based on all information of which he has any knowledge.)

DATE: 2/28/02 SIGNED: (Preparer)
SIGNED: (Preparer's Address)
TITLE: Administrator, Incentives & Credits (Preparer's Telephone Number)

- continued -

PROPERTY APPRAISER'S USE ONLY

- see EXHIBIT " B "
Page 3 of 5

ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTION APPLICATION
Chapter 196, Florida Statutes

- continued from Exhibit "B.1" -

Business name: WALGREEN CO.

PCN 00-4141-17-05-001-0000
TPP ACCOUNT NO. 148529
EE016-A

PROPERTY APPRAISER'S USE ONLY

I. Total revenue available to the county or municipality for the current fiscal year from ad valorem tax sources:

2001 taxroll: \$ 79,622,188,734 x 4.5500 mills = \$ 362,280,959

II. Revenue lost to the county or municipality for the current fiscal year by virtue of exemptions previously granted under this section:

2001 taxroll: \$ 16,832,223 x 4.5500 mills = \$76,587

III. Estimate of the revenue which would be lost to the county or municipality during the current fiscal year if the exemption applied for were granted had the property for which the exemption is requested otherwise had been subject to taxation:

\$80,979,203 x 4.5500 mills = \$368,455

IV. Estimate of the taxable value lost to the county or municipality if the exemption applied for were granted:

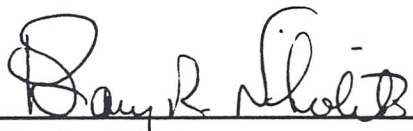
Improvements to Real Property \$ 32,680,896 Personal Property \$ 48,298,307

V. I have determined that the property listed above meets the definition, as defined by Section 196.012 (15) or (16), Florida Statutes, as a New Business [x], an Expansion of an Existing Business [], or Neither [].

VI. Last year for which exemption may be applied 2011

DATE: 3/29/02

SIGNED:



Gary R. Nikolits
Palm Beach County Property Appraiser

RETURN TO BE FILED NOT LATER THAN MARCH 1

APPLICATION ADDENDUM

ECONOMIC DEVELOPMENT
AD VALOREM TAX EXEMPTION

APPLICANT NAME: WALGREEN CO.

NOTICE:

This addendum is to be used by the applicant to provide additional information required by Economic Development Ad Valorem Tax Exemption Ordinance No. 94-21, as amended, and to provide other information requested by the Board of County Commissioners and the entities which will review the application.

When an applicant is applying for an exemption on Tangible Personal Property, the applicant must fill out and include Florida Department of Revenue form DR-405 (Tangible Personal Property Tax Return) to provide sufficient detail: ITEMIZED LIST or DEPRECIATION SCHEDULE showing original cost and date of acquisition. Form DR-405 is referenced on the Application - Item 6(c).

When an applicant is not seeking an exemption on Tangible Personal Property, but requesting an exemption on Real Estate only, the applicant is not required to submit Florida Department of Revenue form DR-405.

- Length of exemption requested is total of 10 years (length of exemption approved is sole discretion of County Commission and commences on the adoption date of the ordinance granting the exemption).
- Property Owner: Name WALGREEN CO.
Address 300 WILMOT ROAD, MS# 3301, DEERFIELD, IL 60015
Telephone No. see the contact, below FAX No. see the contact below
- Property Control Number(s): 00-41-41-17-00-000-1010
- XXXXXXXXXXXXXXXXXXXX Walgreen Employee Contact Person: RENATA EVTIMOV
Authorized Agent Name
Address 300 WILMOT ROAD, MS# 3301, DEERFIELD, IL 60015
Telephone No. (847) 914-5477 FAX No. (847) 914-5481
- Business is/will be located in an enterprise zone: Yes [] No [X]
Enterprise Zone name: N/A
- Expected number of employees who will reside in Palm Beach County: (verify Palm Beach County residence of new employees; attach current payroll roster as of January 1st of the year the exemption is being sought; provide hire dates; omit names of employees)
- Average wage of employees: \$ 30,084
- Environmental impact of business (identify the number & type of environmental permits required as a result of this project; e.g., air, soil & water pollution, water & sewer provision, dredge and fill, RCRA industrial wastewater treatment): SEE ATTACHMENT 7
- Existing business is in violation of a federal, state, or local law or regulation governing environmental matters: Yes [] No [X]
If answer is Yes, explain: N/A
- Anticipated volume of business or production: It is anticipated that this facility may store up to \$100 million in inventory

11. The relocation or expansion would occur without the exemption: Yes [] No [X]
12. Cost and demand for services (identify source of existing services and which existing services will need to be increased, including costs for existing/increased services; provide attachments if necessary):
SEE ATTACHMENT 8
13. Source of supplies (local or otherwise; identify in specific terms the source, type and volume of supplies; provide attachments if necessary):
SEE ATTACHMENT 8
14. Business is/will be located in a community redevelopment area (CRA): Yes [] No [X]
CRA Name N/A

I hereby certify that the information and valuation stated above by me is true, correct and complete to the best of my knowledge and belief, including any attached statements, schedules, etc.. (If prepared by someone other than the taxpayer, his declaration is based on all information of which he has any knowledge.)

DATE: 2/28/02 SIGNED: _____
SIGNED: _____ (Preparer)
TITLE: Administrator, Incentives & Credits _____
(Preparer's Address)
(Preparer's Telephone Number)

STATE OF FLORIDA, COUNTY OF PALM BEACH
I, DOROTHY H. WILKEN, ex-officio Clerk of the
Board of County Commissioners certify this to be a
true and correct copy of the original filed in my office
on May 21, 2002
DATED at West Palm Beach, FL on 6/13/02
DOROTHY H. WILKEN, Clerk
By: _____ D.C.